CENTRAL INTELLIGENCE AGENCY

INFORMATION REPORT

This material contains information affecting the National Defense of the United States within the meaning of the Espionage Laws, Title 18, U.S.C. Secs. 783 and 794, the transmission or revelation of which in any manner to an unauthorised person is prohibited by law.

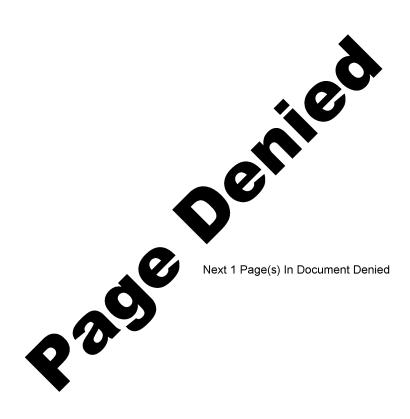
S-E-C-R-E-T NOFORN COUNTRY Hungary REPORT 25 April 1955 25X1 **SUBJECT** DATE DISTR. Shipbuilding in Hungary NO. OF PAGES 25X1 DATE OF INFO. REQUIREMENT NO. RD PLACE ACQUIRED REFERENCES 25X1 This is UNEVALUATED Information 25X1 THE SOURCE EVALUATIONS IN THIS REPORT ARE DEFINITIVE. THE APPRAISAL OF CONTENT IS TENTATIVE. (FOR KEY SEE REVERSE)

> S-E-C-R-E-T NOFORN

STATE	х	ARMY	х	NAVY	x	AIR	х	FBI	AEC	ORR EV x

IOTE: Washington distribution indicated by "X"; Field distribution by "#".)

25X1



2-E-C-R-E-T	
NOFORN	25X1
NOT ORN	
	053/4
	25X1
- 4 -	
/ Chim to an	

4. Shipbuilding in Hungary.

a. Obuda Shipvard.

(1) The Obuda Shipyard is located on the right bank of the Danube. The address is Hajogyar Sziget (Shipyard Island), Budapest III.

25X1

(2) This firm was owned by Austrian interests before 1939 and after 1945 it was taken over by the Russians, who subsequently handed it over to the Hungarian Government.

- (3) There are some 3,000 men employed by this firm. Since 1948 the output has been chiefly confined to two types of vessels, namely, a 280-ton tug and a 450-ton passenger ship accommodating some 350 passengers. The capacity of the firm is about 14 tugs and 12 passenger vessels per year. So far, 65 tugs have been completed and 22 passenger vessels.
- (4) All these vessels were built for the Soviet Government and as they were completed they were inspected by Soviet technicians permanently stationed in Budapest. The vessels were then sailed down the Danube to Rumania by a Hungarian crew; here the Hungarian crew was replaced by a Soviet crew, which sailed the vessels to the USSR via the Black Sea.

b. Ganz Hajógvár Shipyard.

- (1) The Gheorghiu-Dej Shipyard (the former Ganz Hajógyár) is located on the left bank of the Danube in Budapest.
- (2) The Ganz Yard employs 3,000 men. The technical head of this plant is Ormos (fnu). S-E-C-R-E-T NOFORN

c.

h.

ъ.

S-E-C-R-E-T NOFORM	25 X 1
(3) The output since 1947 has been 55 seagoing vessels of 1,100 tons each, and an unspecified number of heavy cranes (up to 100-ton capacity). The present capacity is 12 vessels per year and eight cranes. In addition to this, the shipyard can undertake heavy repairs and overhauls.	
(4) All 55 vessels mentioned were sent to the USSR.	
The Balatonfüred Shipward.	
The Balatonfured Shipyard (Balatonfuredi Hajogyar), located at Lake Balaton, employs between 600 and 800 men. This shipyard has recently been working on an order for 30 coastal patrol boats for the Polish Government. These boats are between 60 and 80 tons and this shipyard can produce about 10 per year. In addition, the Balatonfured Shipyard can construct a few vessels of up to 400 tonsper year and carry out some repair work. These boats are between 60 and some repair work as this shipyard was rather old-fashioned and the capacity was not great.	25X1 25X1
The Dune Shipward.	
The Duna Shipyard (Dunai Hajógyár) located at Vác, some 40 km. north of Budapest, smploys only 400 men and is at present engaged on producing aluminum patrol vessels for the Hungarian Government. These vessels can do about 30 km. an hour and are in the 40-ton class. There is a shipyard in the vicinity of the Gans Hajógyár, which was known as	
the name had been changed	25X1 25X1
employs some 800 men and is only concerned with repair work.	
the major part of all the output of the ship-	25 X 1
of importance than the ones mentioned above and no new ones mentioned above and no new ones mentioned above and no new ones new o	
in July 1954, the pressure on the shipbuilding program was reduced after a dinisterial speech which indicated that less resources would in: future be devoted to capital construction. In Jamuary 1955.	25 X 1
	25 X 1
unist Control in the Obuda Shipvard.	
he political head of the firm is Klement (first name probably Joseph)	25X1 25X1

c. Regular courses in Communism take place at the factory and attendance is compulsory.

S-E-C-R-E-T NOFORN

	S-E-C-R-E-T NOFORN	25 X 1				
	- 6 -					
d.	Membership in a left-wing party has been obligatory since about 1946-1947. Membership dues are collected monthly at the shippard by a Communist official. These fees are not subtracted at source from wages.					
e.	e. shippard was completely under Communist control and even if the majority of the men hated working for the Russians there we nothing they could do about it. Strikes never took place and it would be impossible to organize a strike. Any worker who shows acti					
L	signs of dissatisfaction is arrested and put in a prison camp or sent to the USSR.	25X1				

S-E-C-R-E-T NOFORN

